

**SECRET**DPD-5751-61  
18 September 1961*file Idealint*

MEMORANDUM FOR: Development Branch, DPD

ATTENTION :

25X1

SUBJECT : Modification and Overhauling of System 7 and  
One Year Overseas Engineering Services  
HRB-Singer, Inc., State College, Pa.

1. Enclosed is a copy of HRB's proposal for modification and overhauling of System 7 and one year of overseas engineering services.

2. Contractor's estimated cost for performance of the above services is \$63,661.76. For your information there has only been budgeted for FY-1962 an amount of \$12,000.00 for repair and overhaul services with HRB and no funds were budgeted for technical representatives overseas.

3. Your review, comments and/or approval are requested.

4. If the proposal is approved, it is requested we be advised of the source of funds, i.e., whether funds will be diverted from another line item in the budget, or whether an Activity Program will be initiated to cover the requirement.

25X1

Contracting Officer, DPD

DDP-DPD-CS:  :lmw (9-18-61)

25X1

Distribution:

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25X1

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25 YEAR RE-REVIEW

**SECRET**





PHONE ADAMS 7-7811

**HRB-SINGER, INC.**

Science Park, P.O. Box 60, State College, Pa.

1000 UNIVERSITY ROAD  
STATE COLLEGE, PA. 16801DPD 3653 6/1  
COPY 1 OF 1

13 September 1961

[Redacted]

**Contracting Officer****Dear Luther:**

Enclosed is a cost estimate for modification and overhauling of System 7, along with one year overseas engineering services. The modification and overhauling of System 7 will take place in two steps--one month at HRB's plant in State College and one month at Edwards Air Force Base, California for field testing and check-out.

Very truly yours,

[Redacted]

**Assistant Department Head  
Operations Department****RLR:bb  
Encl.**

A SUBSIDIARY OF THE SINGER MANUFACTURING COMPANY



**HRB**

DPD 5683-61

COPY 2 OF 2

## Modification and Overhaul of System 7

September 13, 1961

COST ESTIMATE (CPFF Basis)Direct Labor:

Staff Engineer	50 hours @	\$7.50/hr.	\$ 375.00
Senior Engineer	300 hours @	4.64/hr.	1,392.00
Junior Engineer	1000 hours @	3.45/hr.	3,450.00
Technician	600 hours @	2.44/hr.	1,464.00
Shop	200 hours @	2.57/hr.	514.00
Mech. Engineer	100 hours @	4.29/hr.	429.00
Publications	100 hours @	2.26/hr.	226.00
Drafting	200 hours @	3.01/hr.	602.00

\$ 8,452.00

Overhead

@ 92% of Direct Labor Dollars

7,775.84

Material:

4,000.00

Travel:

Transportation -

3 round trips to Los Angeles

1,200.00

Subsistence -

90 days @ \$15.00/day

1,350.00

2,550.00Engineering Cost

\$22,777.84

General and Administrative Expense:

@ 14% of Engineering Cost

3,188.90Total Cost

\$25,966.74

Fixed Fee2,596.67

1 Year Overseas Effort

\$28,563.41

35,098.35Selling Price\$63,661.76



**HRB**DPD 5683-61  
COPY 2 OF 2

1 YR. OVERSEAS ENGINEERING SERVICE  
COST ESTIMATE (CPFF BASIS)

Direct Labor - Local

Sr. Eng. 240 hrs. @ \$4.64                      \$1,113.60                      \$ 1,113.60

Direct Labor - Away

Sr. Eng. 2050 hrs. @ \$4.64                      \$9,512.00

Plus 25% Increment                      2,378.00

11,890.00

Overhead:

@ 92% of Local Direct Labor Dollars                      1,024.51

@ 40% of Away Direct Labor Dollars                      4,756.00

Travel

Transportation:                      \$3,000.00

Subsistence:  
365 days @ \$17.00/day                      6,205.00

9,205.00

Engineering Cost                      \$27,989.11

General and Administration Expense:

@ 14% of Engineering Cost                      3,918.48

Total Cost                      31,907.59

Fixed Fee                      3,190.76

Selling Price                      \$35,098.35